



Louisiana

LEGISLATIVE FISCAL OFFICE  
Fiscal Note Summary

FISCAL NOTE ON: SB 320  
SRS 97-1701  
STATUS OF BILL: ORIGINAL

Date: May 28, 1997  
Dept: LA Tax Commission  
Subject: Homestead Exemption For Senior Citizens

AUTHOR: LENTINI  
ANALYST: Greg Albrecht

PURPOSE OF BILL:

TAX EXEMPTIONS. Constitutional amendment to freeze the tax assessment of the homestead of a person 60 years of age or older and his surviving spouse and minor children. (1/1/99) To be submitted at the congressional primary election in 1998, to become effective January 1, 1999.

Caps the assessment of residential property receiving the homestead exemption and owned by person(s) 60 years old or older at the level it is for the year the owner reaches 60 years old. Taxpayers claim this special assessment by providing written notification to the assessor. This assessment remains in effect so long as the owner, the surviving spouse, or the minor children remain eligible for the homestead exemption. New owners must claim their own special assessment. Any millage rate applied to this assessment would not be subject to a ceiling.

ESTIMATED FISCAL IMPACT:

EXPENDITURES	1997-98	1998-99	1999-00	2000-01	2001-02	5 YEAR TOTAL
State General Funds	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self Generated	\$0	\$0	\$0	\$0	\$0	\$0
Stat. Deds./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	1997-98	1998-99	1999-00	2000-01	2001-02	5 YEAR TOTAL
State General Funds	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self Generated	\$0	\$0	\$0	\$0	\$0	\$0
Stat. Deds./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	SEE BELOW	SEE BELOW	SEE BELOW	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

EXPLANATION OF ESTIMATES:

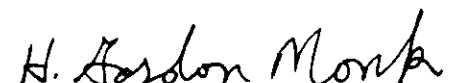
EXPENDITURES:

There is no anticipated direct effect on expenditures as a result of this measure.

REVENUES:

This bill will freeze the assessment value on property currently subject to taxation. As aggregate assessments grow, properties affected by this bill will not be subject to rising dollar tax bills as a result of rising assessments {although the tax bill can still rise as a result of rising millages}. Since changing assessments cause millages to adjust as provided for in Article VII Section 23 of the State Constitution, target levels of local government revenue will be raised from other property owners. Thus, property owners not eligible for the preference provided by this bill will bear a higher incidence of the property tax than they would otherwise.

While data necessary to estimate the amount of affected tax revenue is not available, the 1990 census provides some information of interest. According to that data, some 36% of owner-occupied housing in the state has a householder who is 60 years of age or older, and these homes represent some 32% of aggregate owner-occupied home value in the state.

  
John R. Rombach  
LEGISLATIVE FISCAL OFFICER  
or Designee